

Message Text

UNCLASSIFIED

PAGE 01 BRUSSE 14218 201533Z
ACTION EUR-12

INFO OCT-01 IO-14 ISO-00 AID-05 CEA-01 CIAE-00 COME-00
EB-08 FRB-01 INR-10 NSAE-00 SP-02 STR-07 TRSE-00
LAB-04 SIL-01 OMB-01 L-03 /070 W
-----118361 210825Z /23

R 201532Z JUL 78
FM AMEMBASSY BRUSSELS
TO SECSTATE WASHDC 7987
INFO AMEMBASSY PARIS
AMEMBASSY LONDON
USMISSION GENEVA

UNCLAS BRUSSELS 14218

USEEC

PARIS ALSO FOR OECD

E.O.11652:N/A
TAGS: EEC, UK, FR, ETRD, EGEN
SUBJECT: STATE AIDS

1. ACCORDING TO PRESS REPORTS HERE EC COMMISSIONER VOUEL MET RECENTLY IN LONDON WITH STATE MINISTER FOR INDUSTRY KAUFMANN AND ENERGY MINISTER BENN, AND IN PARIS WITH FRENCH MINISTER OF INDUSTRY GIRAUD. SUBJECT OF CONVERSATIONS WAS STATE AIDS. TALKS WITH KAUFMANN REPORTEDLY LED TO A PROVISIONAL SOLUTION REGARDING THE UK INTERVENTION FUND FOR THE SHIPBUILDING INDUSTRY. VOUEL IS PUSHING THE BRITISH TO LINK THE AID MORE CLOSELY TO RESTRUCTURING MEASURES.

2. LESS PROGRESS WAS REPORTED TO EMERGE FROM THE BENN DISCUSSION CONCERNING AID TO UK PRODUCERS OF OFFSHORE OIL EQUIPMENT. THE COMMISSION OBJECTS TO THE FACT THAT IT IS A PRODUCTION SUBSIDY AND THAT IT DISCRIMINATES AGAINST
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 BRUSSE 14218 201533Z

OTHER EC MEMBERS. BENN REPORTEDLY OFFERED TO ALLOT A CERTAIN PERCENTAGE OF EQUIPMENT RECEIVING AID TO OTHER EC MEMBER STATES, BUT VOUEL FOUND THIS AN UNACCEPTABLE SOLUTION.

3. THE PARIS TALKS FOCUSED ON THE FRENCH OIL MONOPOLY WHICH THE COMMISSION FEELS IS IN VIOLATION OF ARTICLE 37

OF THE EEC TREATY (FREEDOM OF MOVEMENT FOR GOODS). THE
FRENCH REPORTEDLY NOTIFIED VOUEL OF THEIR INTENTION TO
MODIFY THE DISTRIBUTION AUTHORIZATIONS SYSTEM UNDER
QUESTION TO BRING IT IN LINE WITH THE TREATY, AND TALKS
WILL CONTINUE ON THIS SUBJECT. HINTON

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 20 jul 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 jan 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978BRUSSE14218
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780299-1181
Format: TEL
From: BRUSSELS USEEC
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780740/aaaabhet.tel
Line Count: 67
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 5a6a3570-c288-dd11-92da-001cc4696bcc
Office: ACTION EUR
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 29 mar 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1947749
Secure: OPEN
Status: NATIVE
Subject: STATE AIDS
TAGS: ETRD, EGEN, UK, FR, EEC, STATE
To: STATE
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/5a6a3570-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014